GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:3980
ANSWERED ON:09.12.2016
Multi Level Taxation on Petroleum Product
Lokhande Shri Sadashiv Kisan

Will the Minister of FINANCE be pleased to state:

(a) whether the Government proposes to abolish multi level taxation system on petroleum products;

(b) if so, the details thereof; and

(c) the steps taken by the Government to introduce a simplified tax structure for petroleum products?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE
(SHRI SANTOSH KUMAR GANGWAR)

(a), (b) & (c): Presently, domestically produced petroleum products attract excise duty as under:

Petroleum Products	Basic Excise Duty	Additional Duty of Excise [Road Cess] Special Additional Excise Duty
Unbranded Petrol	Rs.9.48 per litre	Rs.6 per litre
Unbranded Diesel	Rs.11.33 per litre	Rs.6 per litre
Kerosene [PDS]	Nil	-
LPG [for domestic use]	Nil	-
Other Petroleum products (general rate)	14%	-

Thus, petroleum products other than petrol and diesel either attract only Basic Excise Duty [BED] or are exempted even from BED.
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